

House File 2305 - Introduced

HOUSE FILE 2305
BY COMMITTEE ON ECONOMIC
GROWTH

(SUCCESSOR TO HSB 593)

A BILL FOR

1 An Act relating to provisions authorizing sales and use tax
2 exemptions and refunds for a data center business, and
3 including effective date provisions.

4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 423.3, subsection 95, paragraph e,
2 Code Supplement 2009, is amended by adding the following new
3 subparagraph:

4 NEW SUBPARAGRAPH. (3) *“Rehabilitated”* means a process
5 of substantial repair, remodeling, or alteration, which may
6 include but is not limited to upgrading mechanical systems,
7 plumbing, roofing, wiring, windows, heating and cooling
8 systems, and performing significant interior or exterior
9 structural modification. Although they may be included as part
10 of an overall rehabilitation project, singular actions such
11 as the installation of a new information system or cosmetic
12 changes to the interior or exterior appearance of a building do
13 not, in and of themselves, constitute a rehabilitated building.

14 Sec. 2. EFFECTIVE UPON ENACTMENT. This Act, being deemed of
15 immediate importance, takes effect upon enactment.

16

EXPLANATION

17 This bill relates to provisions authorizing sales and use
18 tax exemptions and refunds for data center businesses under
19 specified circumstances.

20 Code section 423.3, subsection 95, paragraph “e”, defines a
21 “data center” to mean a building rehabilitated or constructed
22 for specified purposes. Currently, “rehabilitated” is
23 undefined. The bill defines “rehabilitated” to mean a process
24 of substantial repair, remodeling, or alteration, which may
25 include but is not limited to upgrading mechanical systems,
26 plumbing, roofing, wiring, windows, heating and cooling
27 systems, and performing significant interior or exterior
28 structural modification. The bill states that singular
29 actions such as the installation of a new information system or
30 cosmetic changes to the interior or exterior appearance of a
31 building shall not constitute a rehabilitated building.

32 The bill takes effect upon enactment.